

## Message Text

CONFIDENTIAL

PAGE 01 STATE 133974

63

ORIGIN ARA-10

INFO OCT-01 ISO-00 SSO-00 NSCE-00 INRE-00 PM-03 NSC-05

SP-02 SS-15 L-03 H-02 CIAE-00 INR-07 NSAE-00 DODE-00

OMB-01 TRSE-00 AID-05 IGA-01 PRS-01 SAM-01 /057 R

DRAFTED BY ARA/LA/PLC-PM:ANWILLIAMS/ARA/BC/B

APPROVED BY ARA/LA/PLC:RJBLOOMFIELD

ARA/EP:RWEBER

PM/SAS:GSWEANY (PHONE)

ARA/BC:JEKARKASHIAN

ARA:HARYAN

----- 105566

O 091947Z JUN 75

FM SECSTATE WASHDC

TO AMEMBASSY LA PAZ IMMEDIATE

C O N F I D E N T I A L STATE 133974

E.O. 11652: GDS

TAGS: MASS, BL

SUBJECT: FY 1975 FMS ALLOCATIONS

REF: LA PAZ 3718

1. DEFENSE MESSAGE 090304Z MAY 75 INFORMED MILGPS/MAAGS OF TENTATIVE FY 1975 FMS CREDIT ALLOCATIONS. EMBASSY MAY NOW PROCEED ON BASIS OF DOLS 4.0 MILLION FMS LEVEL FOR BOLIVIA AND INFORM GOB THAT USG CURRENTLY PROCESSING FMS CREDIT JUSTIFICATION FOR THIS AMOUNT. FYI. ASSUMING INTERAGENCY APPROVAL OF THIS CREDIT, WHICH WE BELIEVE WILL BE FORTHCOMING WELL BEFORE JUNE 30, 1975, DOD WILL PROCEED WITH SIGNATURE OF CREDIT AGREEMENT IN WASHINGTON BEFORE THAT DATE. END FYI.

2. DEPARTMENT APPRECIATES FACT THAT DOLS 20.5 MILLION  
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 133974

CREDIT LEVEL FOR PERU MAY GIVE RISE TO SOME CONCERN ON PART

OF GOB. FOLLOWING ARE POINTS WHICH CAN BE USED WITH GOB OFFICIALS. OUR MILITARY ASSISTANCE PROGRAMS IN A GIVEN COUNTRY INCLUDE VARIOUS COMPONENT PARTS. BOLIVIA HAS TRADITIONALLY HAD, AND CONTINUES TO HAVE, A MAP GRANT MATERIEL PROGRAM IN ADDITION TO FMS CREDITS, WHILE PERU RECEIVES NO MAP GRANT FOR MATERIEL. WHILE THE BOLIVIA MAP GRANT PROGRAM IS NOT LARGE IN ABSOLUTE TERMS, IT REPRESENTS 50 PERCENT

OF THE LATIN AMERICA MAP PROGRAM. AS THE MAP GRANT PROGRAM IN BOLIVIA IS PHASED OUT, WE EXPECT TO INCREASE THE LEVEL OF FMS CREDITS IN ORDER TO CONTINUE TO BE RESPONSIVE TO BOLIVIAN ARMED FORCES NEEDS. ADDITIONALLY, ONE CANNOT IGNORE THE FACT THAT COUNTRIES WITH LARGER MILITARY ESTABLISHMENTS, AND THE ECONOMIC BASE TO SUPPORT THEM, WOULD NORMALLY EXPECT A COMMENSURATE PROPORTION OF FMS CREDITS, I.E. ARGENTINA, BRAZIL AND CHILE, AMONG OTHERS. AS A POLICY MATTER, HOWEVER, USG DISCOURAGES PURCHASES OF WEAPONS SYSTEMS WHICH WOULD SIGNIFICANTLY INCREASE OFFENSIVE CAPABILITIES. FYI. FOR THIS REASON, WE ARE HOLDING PERUVIAN REQUESTS FOR 280 ADDITIONAL APCS AND FOUR MISSILE SYSTEMS "UNDER REVIEW". THUS, BESIDES THE PURCHASE OF A-37B AIRCRAFT (WHICH WERE OFFERED TO BOLIVIA), THE BULK OF PERU'S FMS CREDITS WILL BE USED TO PURCHASE NON-COMBAT VEHICLES, A WATER BARGE, AND MEDICAL EQUIPMENT. END  
FYI. KISSINGER

CONFIDENTIAL

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** MILITARY ASSISTANCE, MILITARY SALES, CREDIT AGREEMENTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 09 JUN 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** GolinoFR  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975STATE133974  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** PM:ANWILLIAMS/ARA/BC/B  
**Enclosure:** n/a  
**Executive Order:** GS  
**Errors:** N/A  
**Film Number:** D750200-1009  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1975/newtext/t19750667/aaaacjqd.tel  
**Line Count:** 86  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN ARA  
**Original Classification:** CONFIDENTIAL  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** n/a  
**Reference:** 75 LA PAZ 3718  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** GolinoFR  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 03 SEP 2003  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <03 SEP 2003 by ShawDG>; APPROVED <04 DEC 2003 by GolinoFR>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
06 JUL 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** FY 1975 FMS ALLOCATIONS  
**TAGS:** MASS, BL  
**To:** LA PAZ  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006